

2022 FEDERAL AND BRITISH COLUMBIA PERSONAL TAX CREDITS			
Amount of credits:		FEDERAL AMOUNT	TOTAL Fed/BC CREDIT
Basic personal credit (\$11,302 BC)	1	\$14,398	2,732
Age credit (Born 1957 or earlier; 65 and over)	2	7,898	1,441
Spousal/Partner and eligible dependants credit	3	14,398	2,649
Canada Caregiver credit	3,4	7,525	1,379
Canada Caregiver credit - child under 18	4	2,350	353
Canada employment amount (maximum)	5	1,287	193
Pension income (maximum) (BC max = \$1,000)	5	2,000	351
Disability credit		8,870	1,759
Disability supplement - child under 18	6	5,174	1,026
Credits as a percentage of:			
CPP contributions and EI premiums	7		20.06%
Adoption expenses	8		20.06%
Tuition and eligible student loan interest	9		20.06%
Medical expenses (in excess of limitations)	10		20.06%
Charitable donations - first \$200	11		20.06%
- remainder			45.80%

- The federal basic personal amount is gradually reduced when the taxpayer's net income reaches \$155,625 and is fully reduced to \$12,719 when net income exceeds \$221,708.
- The Age credit begins to reduce when the taxpayer's net income reaches \$39,826 / \$37,730 and is fully reduced at \$92,480 / \$71,524 (Federal / BC).
- The value of these tax credits is reduced whenever the dependant's income exceeds specific threshold amounts; the thresholds are \$0 / \$968 for Spouse or Common-Law Partner; and \$17,670 / \$16,738 for Canada Caregiver Credit.
- A credit up to a maximum of \$7,525 may be claimed for an infirm spouse, eligible dependant over 18, and certain adult relatives. The credit is limited to \$2,350 for infirm children under 18 years of age.
- Credits are the lesser of qualifying income amounts and Federal maximums.
- For taxpayers under the age of 18 at the end of the tax year, a disability supplement of \$5,174 / \$4,946 is available. Supplement is reduced by amounts claimed for medical expenses, child or attendant care.
- Canada Pension Plan contribution is 5.70% of pensionable earnings. Basic exemption-\$3,500; Max CPP pensionable earnings are \$64,900. EI contribution rate is 1.58%. Max. insurable earnings are \$60,300.
- You may claim a credit for eligible adoption expenses related to the adoption of a child who is under the age of 18 up to a maximum of \$17,131.
- Tuition fees are transferable to eligible individuals. The maximum transfer is \$5,000 less the student's net income over \$14,398 / \$11,302. The student may carry forward unused amounts.
- Medical expenses are first reduced by \$2,479 / \$2,350 (Federal / BC) or 3% of Net Income, whichever is less.
- Charitable donations may not exceed 75% of net income except in the event of death (100%). Excess amounts may be carried forward for 5 years.
- The following amounts may be transferred from a spouse, to the extent that they are not needed to reduce his or her federal income tax to zero: age amount, pension income amount, disability amount,
- Canada workers benefit (CWB) For Singles: Income below \$33,015; Max benefit (\$1,428) at \$8,868; For Family: Income below \$43,212. Max benefit (\$2,461) at \$12,287.
- OAS clawback begins at \$81,761 and is fully recovered at \$134,626.

Split numbers represent Federal / BC amounts

Empire^{CPA} QUICK TAX

INDIVIDUAL MARGINAL RATES - 2022			
TAXABLE INCOME	Income	Eligible	Dividends Regular
\$ 14,398 - \$ 21,006	15.00%	0.00%	4.61%
\$ 21,007 - \$ 43,070	20.06%	0.00%	10.42%
\$ 43,071 - \$ 50,197	22.70%	0.00%	13.46%
\$ 50,198 - \$86,141	28.20%	1.63%	19.79%
\$ 86,142- \$ 98,901	31.00%	5.49%	23.01%
\$ 98,902 - \$ 100,392	32.79%	7.96%	25.06%
\$ 100,393 - \$ 120,094	38.29%	15.55%	31.39%
\$ 120,095- \$ 155,625	40.70%	18.88%	34.16%
\$ 155,626 - \$ 162,832	44.08%	23.02%	37.61%
\$ 162,833 - \$ 221,708	45.80%	25.92%	40.03%
\$ 221,709 - \$ 227,091	49.80%	31.44%	44.63%
\$ 227,092 AND OVER	53.50%	36.54%	48.88%

* marginal rates adjusted to reflect reduction of enhanced federal personal amount

2022 TAXABLE INCOME WITH BASIC EXEMPTION					
TAXABLE INCOME	TOTAL TAX	TAXABLE INCOME	TOTAL TAX	TAXABLE INCOME	TOTAL TAX
10,000	-	34,000	3,372	80,000	14,807
11,000	-	36,000	3,811	82,500	15,512
12,000	-	38,000	4,183	85,000	16,217
13,000	-	40,000	4,555	90,000	17,723
14,000	-	42,000	4,927	95,000	19,273
15,000	-	44,000	5,315	100,000	20,834
16,000	-	46,000	5,740	105,000	22,702
17,000	42	48,000	6,164	110,000	24,616
18,000	181	50,000	6,589	115,000	26,531
19,000	320	52,000	7,093	120,000	28,445
20,000	459	54,000	7,626	125,000	30,466
21,000	598	56,000	8,160	130,000	33,084
22,000	737	58,000	8,693	140,000	36,571
23,000	937	60,000	9,227	150,000	40,641
24,000	1,159	62,000	9,776	175,000	51,702
25,000	1,380	64,000	10,306	200,000	63,247
26,000	1,601	66,000	10,859	225,000	74,895
27,000	1,822	68,000	11,423	250,000	88,175
28,000	2,044	70,000	11,987	300,000	114,925
29,000	2,265	72,500	12,692	500,000	221,925
30,000	2,487	75,000	13,397	750,000	355,675
32,000	2,930	77,500	14,102	1,000,000	489,425

*Tax computations reflect general employment income with applicable credits for basic personal exemption, Canada employment amount, CPP and EI credits. Other credits may apply.

DIVIDEND INCOME WITH DIVIDEND TAX CREDIT					
DIVIDEND	REGULAR DIVIDEND	ELIGIBLE DIVIDEND	ACTUAL DIVIDEND	REGULAR DIVIDEND	ELIGIBLE DIVIDEND
20,000	-	-	100,000	15,062	7,558
30,000	456	-	125,000	23,481	11,189
40,000	1,518	-	150,000	32,796	14,709
50,000	3,266	-	200,000	53,438	28,750
60,000	5,245	1,123	250,000	77,881	47,002
70,000	7,225	3,003	500,000	200,097	138,379
80,000	9,368	4,568	750,000	322,313	229,735
90,000	11,923	6,063	1,000,000	444,529	321,092

* Tax calculations are based on applicable gross-up amounts and include basic exemption only.

2022/2023 CHANGES

Effective 2023

- The Multigenerational Home Renovation Tax Credit was introduced for a 15% credit on eligible renovation expenses up to \$50,000 to create a secondary dwelling for family members.
- The First Home Savings Account (FHSA) has been introduced that allows for qualifying first time home buyers the ability to contribute up to \$8,000/year (\$40,000 total). Contributions will be deductible against taxable income in the year of contribution.
- The 2023 RRSP contribution limit of \$30,780 is reached with earned income of \$171,000 (2022 \$29,210 and \$162,278).
- The 2023 TFSA contribution limit was increased to \$6,500. Any withdrawals made during the year are added back to contribution room in the following year.
- The CPP rate increased to 5.95% (2022 5.70%) with the maximum pensionable earnings of \$66,600 (2022 \$64,900).
- The taxable benefit for personal use of an automobile where the employer pays the operating expenses will be \$0.33 (2022 \$0.29).

Effective 2022

- The eligible first time home buyers credit has been increased to \$10,000 from \$5,000

GOVERNMENT / CRA CONTACT

CRA - Individual Taxes	1-800-959-8281
CRA - Business Services	1-800-959-5525
HRDC - CPP/OAS/GIS	1-800-277-9914
PST Hotline	1-877-388-4440

PLANNING AND FILING DEADLINES IN 2023

Feb 28: Last day to issue T4's, T4A's and T5's.

March 1: Last day to make personal and spousal RRSP contributions applicable to the 2022 taxation year.

March 15, June 15, September 15 & December 15: Quarterly installments for taxpayers who are required to remit quarterly.

April 30: File Personal Income Tax Returns for 2022 and remit balance due, if any, to CRA.

June 15: Due date for Personal Tax Returns of individuals or spouses/common-law partners of individuals with self-employed business income. (Payment of tax balance still due by April 30).

December 31: Deadline for RRSP contributions in the year a taxpayer turns 71. This is also the deadline for converting RRSPs into RRIFs or Life Annuities in a taxpayer's 71st year.

RRIF MIN WITHDRAWAL RATES FOR AGE AT DEC 31

Age	%	Age	%	Age	%	Age	%	
71	5.28	77	6.17	83	7.71	89	10.99	
72	5.40	78	6.36	84	8.08	90	11.92	
73	5.53	79	6.58	85	8.51	91	13.06	
74	5.67	80	6.82	86	8.99	92	14.49	
75	5.82	81	7.08	87	9.55	93	16.34	
76	5.98	82	7.38	88	10.21	94	18.79	
* Under 71 = 1/(90-Age attained at beginning of year)							95+	20.00

2023 AUTOMOBILE DEDUCTION LIMITS

Effective January 1, 2023, the following passenger vehicle limits apply:
Maximum cost for CCA purposes has increased to \$36,000 plus taxes for the majority of passenger vehicles, and \$61,000 plus taxes for zero-emission passenger vehicles.

Ceiling on deductible leasing costs increased to \$950 plus taxes.

The limit on allowable interest deduction for amounts borrowed to purchase an automobile will remain at \$300 per month.

The limit on tax-exempt kilometer allowances increased to \$0.68 for the first 5,000 kilometers driven and \$0.62 for each additional kilometer.

2022 / 2021 AVERAGE EXCHANGE RATES

COUNTRY	CURRENCY	2022	2021
United States	Dollar	1.3013	1.2535
European Union	Euro	1.3696	1.4828
United Kingdom	Pound Sterling	1.6076	1.7246
Japan	Yen	0.0099	0.0114

2023 / 2022 PAYROLL DEDUCTIONS

		2023	2022
CPP	Max Pensionable Earnings	\$66,600.00	\$ 64,900.00
	Basic Annual Exemption	\$ 3,500.00	\$ 3,500.00
	Contribution Rate	5.95%	5.70%
	Max Employee Contribution	\$ 3,754.45	\$ 3,499.80
EI	Max Annual Insurance Earnings	\$61,500.00	\$ 60,300.00
	Premium Rate	1.63%	1.58%
	Max Employee Annual Premium	\$ 1,002.45	\$ 952.74

CORPORATE TAX RATES

Combined Federal and BC Rates for the year ended:	ACTIVE INCOME	NO SMALL BUSINESS DEDUCTION	NON-ACTIVE INVESTMENT INCOME
	UP TO \$500,000	INCOME	INCOME
December 31, 2022.....	11.00	27.00	50.67
January 31, 2023.....	11.00	27.00	50.67
February 28, 2023.....	11.00	27.00	50.67
March 31, 2023.....	11.00	27.00	50.67
April 30, 2023.....	11.00	27.00	50.67
May 31, 2023.....	11.00	27.00	50.67
June 30, 2023.....	11.00	27.00	50.67
July 31, 2023.....	11.00	27.00	50.67
August 31, 2023.....	11.00	27.00	50.67
September 30, 2023...	11.00	27.00	50.67
October 31, 2023.....	11.00	27.00	50.67
November 30, 2023....	11.00	27.00	50.67
December 31, 2023....	11.00	27.00	50.67

PRESCRIBED INTEREST RATES

		RECEIVER GENERAL PAYMENTS		ALL OTHER PURPOSES
		TO	FROM	
2020 - Q3, Q4	5%	3%	1%	
2021 - ALL QTRS	5%	3%	1%	
2022 - Q1, Q2	5%	3%	1%	
2022 - Q3	6%	4%	2%	
2022 - Q4	7%	5%	3%	
2023 - Q1	8%	6%	4%	

GOODS & SERVICES / HARMONIZED SALES TAX RATES

15% HST in Nova Scotia, New Brunswick, Prince Edward Island, and Newfoundland & Labrador
13% HST in Ontario
5% GST in BC and all other provinces and the territories

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**QUICK TAX
2023**